

103^D CONGRESS
2^D SESSION

H. R. 4899

To amend the Internal Revenue Code of 1986 to allow a credit for 100 percent of the contributions made by individuals to organizations engaged in addressing the needs of at-risk youth and teenagers.

IN THE HOUSE OF REPRESENTATIVES

AUGUST 4, 1994

Mr. FRANKS of Connecticut introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to allow a credit for 100 percent of the contributions made by individuals to organizations engaged in addressing the needs of at-risk youth and teenagers.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. CREDIT FOR CONTRIBUTIONS TO CERTAIN OR-**
4 **GANIZATIONS OPERATING FAMILY DEVELOP-**
5 **MENT PROGRAMS.**

6 (a) GENERAL RULE.—Subpart A of part IV of sub-
7 chapter A of chapter 1 of the Internal Revenue Code of
8 1986 (relating to nonrefundable personal credits) is

1 amended by inserting after section 22 the following new
2 section:

3 **“SEC. 23. CONTRIBUTIONS FOR FAMILY DEVELOPMENT**
4 **PROGRAMS.**

5 “(a) ALLOWANCE OF CREDIT.—In the case of an in-
6 dividual, there shall be allowed as a credit against the tax
7 imposed by this chapter for the taxable year an amount
8 equal to 100 percent of the qualified family development
9 contributions made by the taxpayer during such taxable
10 year.

11 “(b) QUALIFIED FAMILY DEVELOPMENT CONTRIBU-
12 TION.—For purposes of this section, the term ‘qualified
13 family development contribution’ means any contribution
14 to a qualified organization if—

15 “(1) such contribution is in cash,

16 “(2) such contribution is to be used by the
17 qualified organization exclusively in its family devel-
18 opment program activities, and

19 “(3) the taxpayer receives from the qualified or-
20 ganization a written statement representing that its
21 use of such contribution will be in accordance with
22 the provisions of paragraph (2).

23 “(c) OTHER DEFINITIONS.—For purposes of this
24 section:

1 “(1) QUALIFIED ORGANIZATION.—The term
2 ‘qualified organization’ means any organization de-
3 scribed in paragraph (2) of section 170(c) if—

4 “(A) such organization is operated pri-
5 marily for purposes of engaging in family devel-
6 opment program activities, and

7 “(B) during the calendar year in which the
8 taxpayer’s taxable year begins, such organiza-
9 tion did not receive any funds from the Federal
10 Government or under any State or local pro-
11 gram funded in whole or in part by the Federal
12 Government.

13 “(2) FAMILY DEVELOPMENT PROGRAM ACTIVI-
14 TIES.—The term ‘family development program ac-
15 tivities’ means community-based activities to foster
16 positive growth of at-risk youth age 18 and under.
17 Such term includes child care services, health care
18 services, tutorial programs, pre-school and after-
19 school services, mentoring programs, job-training
20 services, juvenile and adolescent recreational pro-
21 grams, family counseling and crisis intervention
22 services, and substance abuse services.

23 “(d) DENIAL OF DOUBLE BENEFIT.—No deduction
24 shall be allowed under section 170 for any qualified family

1 development contribution taken into account under this
2 section.”

3 (b) REPORTING REQUIREMENTS.—

4 (1) IN GENERAL.—Subpart B of part III of
5 subchapter A of chapter 61 of such Code is amended
6 by adding at the end the following new section:

7 **“SEC. 6050Q. RETURNS RELATING TO QUALIFIED FAMILY**
8 **DEVELOPMENT CONTRIBUTIONS.**

9 “(a) IN GENERAL.—Every organization which during
10 any calendar year receives qualified family development
11 contributions shall make a return according to the forms
12 or regulations prescribed by the Secretary setting forth—

13 “(1) the name, address, and TIN of each per-
14 son making such contributions, and

15 “(2) the amount of such contributions made by
16 each such person.

17 “(b) STATEMENTS FURNISHED TO CONTRIBU-
18 TIONS.—Every organization required to make a return
19 under subsection (a) shall furnish to each person whose
20 name is required to be set forth in such return a written
21 statement showing—

22 “(1) the name and address of the organization
23 making the return, and

24 “(2) the aggregate amount of the qualified fam-
25 ily development contributions made by such person.

1 The written statement required under the preceding sen-
2 tence shall be furnished to the person on or before Janu-
3 ary 31 of the year following the calendar year for which
4 the return under subsection (a) was made.

5 “(c) QUALIFIED FAMILY DEVELOPMENT CONTRIBU-
6 TION.—For purposes of this section, the term ‘qualified
7 family development contribution’ has the meaning given
8 such term by section 23(b).”

9 (2) PENALTIES.—

10 (A) Subparagraph (B) of section
11 6724(d)(1) of such Code is amended by insert-
12 ing after clause (viii) the following new clause
13 (and by redesignating the following clauses ac-
14 cordingly):

15 “(ix) section 6050Q (relating to re-
16 turns relating to qualified family develop-
17 ment contributions),”

18 (B) Paragraph (2) of section 6724(d) of
19 such Code is amended by inserting after sub-
20 paragraph (P) the following new subparagraph
21 (and by redesignating the following subpara-
22 graphs accordingly):

23 “(Q) section 6050Q(b) (relating to returns
24 relating to qualified family development con-
25 tributions),”

1 (c) CLERICAL AMENDMENTS.—

2 (1) The table of sections for subpart A of part
3 IV of subchapter A of chapter 1 of such Code is
4 amended by inserting after the item relating to sec-
5 tion 22 the following new section:

“Sec. 23. Contributions for family development programs.”

6 (2) The table of sections for subpart B of part
7 III of subchapter A of chapter 61 of such Code is
8 amended by adding at the end the following new
9 item:

“Sec. 6050Q. Returns relating to qualified family development
contributions.”

10 (d) EFFECTIVE DATE.—The amendments made by
11 this section shall apply to contributions made after the
12 date of the enactment of this Act.

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